

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 11, 2010

Frank Andrews Interpace Holdings, LLC 736 West Harrisville Road Ogden, Utah 84804

Subject: Reclamation Surety Required, Interpace Holdings LLC, Fox Clay Mine, S/049/0077, Utah

County, Utah

Dear Mr. Andrews:

The referenced Notice of Intent to Commence Small Mining Operations (NOI), received by the Division on June 17, 2010, is complete <u>with the exception of the reclamation bonding</u> <u>requirement</u>. The reclamation surety is determined to be \$25,100 which was determined based on:

5-	vear	esca	lation	(2015)
•	, cui	Coca	ation	(2010)

Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,500.00	\$7,500.00
Add'l Acres Disturbance	4	\$4,400.00	\$17,600.00
TOTAL			\$25,100.00

Please submit the reclamation surety and reclamation contract within the next 30 days. No mining related disturbance may be created until the surety is received and approved and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted as an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at (801) 538-5291 or e-mail bondcoordinator@utah.gov for assistance in completing this requirement.

Please contact me at 801-538-5261 or Lynn Kunzler at 801-538-5310 if you have any questions regarding this letter. In reply please refer to file number S/049/0077.

Sincerely,

Paul B. Baker Minerals Program Manager

PBB:lk:pb

cc: Peggy Kelsey, Utah County (peggyk@utah.gov)
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